## **ORIGINAL**



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Arizona Corporation Commission DOCKETED

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## BEFORE THE ARIZONA CORPORATION COMMISSION

TOM FORESE, Chairman **BOB BURNS DOUG LITTLE** 10 ANDY TOBIN BOYD W. DUNN 11

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IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY FOR A HEARING TO DETERMINE THE FAIR VALUE OF THE UTILITY PROPERTY OF THE COMPANY FOR RATEMAKING PURPOSES, TO FIX A JUST AND REASONABLE RATE OF RETURN THEREON, TO APPROVE RATE SCHEDULES DESIGNED TO DEVELOP SUCH RETURN.

Docket No. E-01345A-16-0036

IN THE MATTER OF FUEL AND PURCHASED POWER PROCUREMENT AUDITS FOR ARIZONA PUBLIC SERVICE COMPANY.

Docket No. E-01345A-16-0123

NOTICE OF FILING TESTIMONY OF CYNTHIA ZWICK SUPPORTING THE SETTLEMENT ON BEHALF OF THE ARIZONA COMMUNITY ACTION ASSOCIATION

Arizona Community Action Association ("ACAA"), through its undersigned counsel,

hereby provides notice that it has this day filed the attached testimony of Cynthia Zwick

supporting the settlement agreement.

## DATED this 3<sup>rd</sup> day of April, 2017.

ARIZONA CENTER FOR LAW IN THE PUBLIC INTEREST

By

Timothy M./Hogan 514 W. Roosevelt Street Phoenix, Arizona 85003

Attorneys for Arizona Community Action Association

ORIGINAL and 13 COPIES of the foregoing filed this 3<sup>rd</sup> day of April, 2017, with:

Docketing Supervisor

Docket Control

Arizona Corporation Commission

1200 W. Washington

13 | Phoenix, AZ 85007

COPIES of the foregoing electronically mailed this 3<sup>rd</sup> day of April, 2017, to:

All Parties of Record

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## BEFORE THE ARIZONA CORPORATION COMMISSION 1 2 TOM FORESE, Chairman 3 **BOB BURNS** DOUG LITTLE ANDY TOBIN 5 **BOYD DUNN** 6 IN THE MATTER OF THE APPLICATION DOCKET NO. E-01345A-16-0036 7 OF ARIZONA PUBLIC SERVICE COMPANY FOR A HEARING TO DETERMINE THE FAIR VALUE OF THE UTILITY PROPERTY OF THE COMPANY FOR RATEMAKING PURPOSES, TO FIX A 10 JUST AND REASONABLE RATE OF RETURN THEREON, TO APPROVE RATE 11 SCHEDULES DESIGNED TO DEVELOP 12 SUCH RETURN. 13 DOCKET NO. E-01345A-16-0123 14 IN THE MATTER OF FUEL AND PURCHASED POWER PROCUREMENT 15 TESTIMONY OF THE ARIZONA AUDITS FOR ARIZONA PUBLIC SERVICE COMMUNITY ACTION ASSOCIATION **COMPANY** 16 17 18 19 20 Testimony of 21 Cynthia Zwick 22 Supporting the Settlement 23 On behalf of 24 25 **Arizona Community Action Association** 26 April 3, 2017 27

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1 Q. Please state your name and business address. 2 A. My name is Cynthia Zwick. My business address is 2700 N Third St Ste. 3040, Phoenix, AZ 3 85004. 4 Q. What is your position at the Arizona Community Action Association? 5 A. I serve as the Executive Director of Arizona Community Action Association (ACAA). I've 6 served in this position since 2003. 7 Q. Have you filed testimony in this case? 8 A. Yes, I filed direct testimony in this case. 9 10 Q. Did you also participate in the settlement discussion and process? 11 Yes I did. A. 12 Q. What is the purpose of the testimony you are submitting today? 13 A. The purpose of my testimony is to support the Settlement Agreement filed in this docket on 14 March 27, 2017. 15 Q. Please state your support for the settlement agreement. 16 A. ACAA chose to intervene in this case in order to protect the interests of low-income customers in 17 APS's service territory. With a statewide poverty rate of 18%, this represents a significant 18 amount of APS's customer base. Low-income customers have much higher energy burdens than 19 the average customer, and they are disconnected much more frequently, without heat in the winter 20 21 or air conditioning in the summer. 22 This settlement makes strides to ameliorate these issues. By increasing the low-income discount 23 and low-income medical discount to 25% and 35% of a customer's bill, respectively, the energy 24 burden of many low-income customers will be reduced to a more affordable level. By 25 committing to fund bill assistance at \$1.25 million per year, the settlement provides for 26 assistance to the most vulnerable, ensuring that community agencies have enough assistance 27 funds to meet the need of the community. 28

The AZ Sun program will provide the option to "go solar" for thousands of low-income customers who never previously had the option. And, with a bill credit up to \$600 per year, going solar will provide a financial benefit to these customers.

ACAA attended the majority of the settlement meetings and was able to express its concerns with the proposal. ACAA believes this is a reasonable outcome to the negotiation that has been conducted in good faith between the parties in this case. ACAA thanks the members of the Commission for the opportunity to participate in the settlement discussions.

- Q. Why do you recommend Commission approval for the Settlement Agreement?
- A. ACAA believes this settlement agreement represents a just and reasonable outcome for APS customers and deserves the Commission's approval.
- Q. Does that conclude your testimony?
- A. Yes, it does, thank you.